

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

FUEL USE ACT FOR NATURAL	)	ADMINISTRATIVE CASE
GAS DISTRIBUTION COMPANIES	)	NO. 315

O R D E R

On May 21, 1987, President Reagan signed enrolled bill H.R. 1941, making certain amendments to the Powerplant and Industrial Fuel Use Act of 1978 ("Fuel Use Act"). This law repeals the natural gas-burning restrictions of the Fuel Use Act and Title II (Incremental Pricing) of the Natural Gas Policy Act of 1978.

Upon reviewing the tariffs of Kentucky distribution companies, the Commission finds that incremental pricing rules and certain restrictions on gas use are no longer appropriate and should be deleted. Unless otherwise requested, a hearing will not be required in this matter.

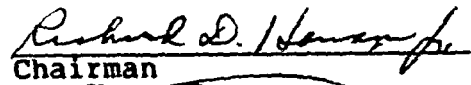
IT IS THEREFORE ORDERED that:

1. Unless a hearing is requested within 15 days of the date of this Order, each distribution company shall amend its tariffs, as necessary, to remove indefinitely its incremental pricing rules and gas-burning restrictions pursuant to Public Law No. 100-42, 101 Stat. 310 (1987). Amended tariffs shall be filed 15 days after the deadline for a hearing request.

2. The Commission shall allow the flow-through of any incremental surcharges incurred prior to termination.

Done at Frankfort, Kentucky, this 23rd day of September, 1987.

PUBLIC SERVICE COMMISSION

  
Chairman

  
Vice Chairman

  
Commissioner

ATTEST:

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Executive Director